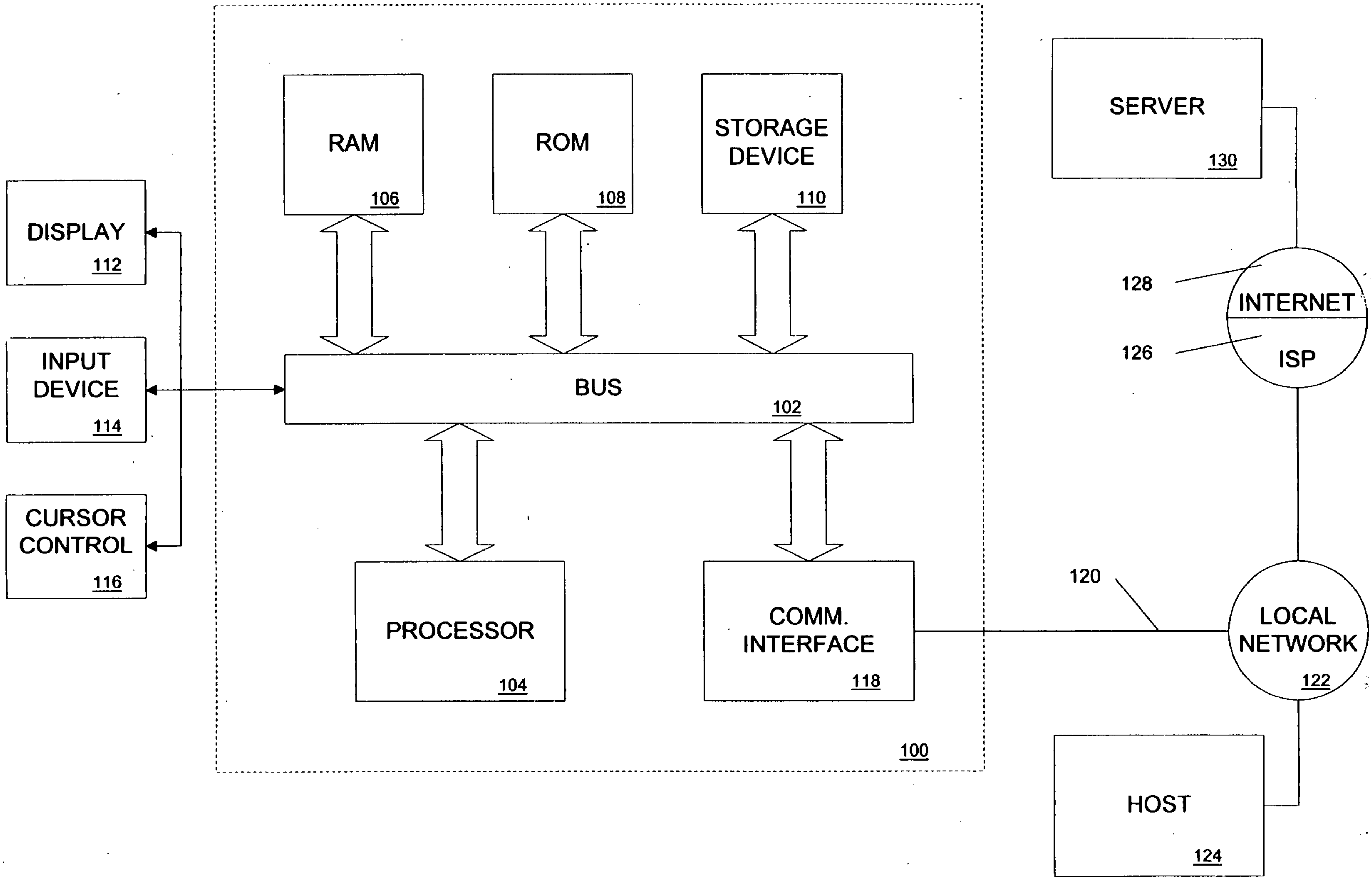

RAM
106
ROM
108
STORAGE DEVICE
110
DISPLAY
112
INPUT DEVICE
114
CURSOR CONTROL
116
BUS
102
PROCESSOR
104
COMM. INTERFACE
118
100
SERVER
130
128
126
INTERNET
ISP
120
LOCAL NETWORK
122
HOST
124

FIG. 1

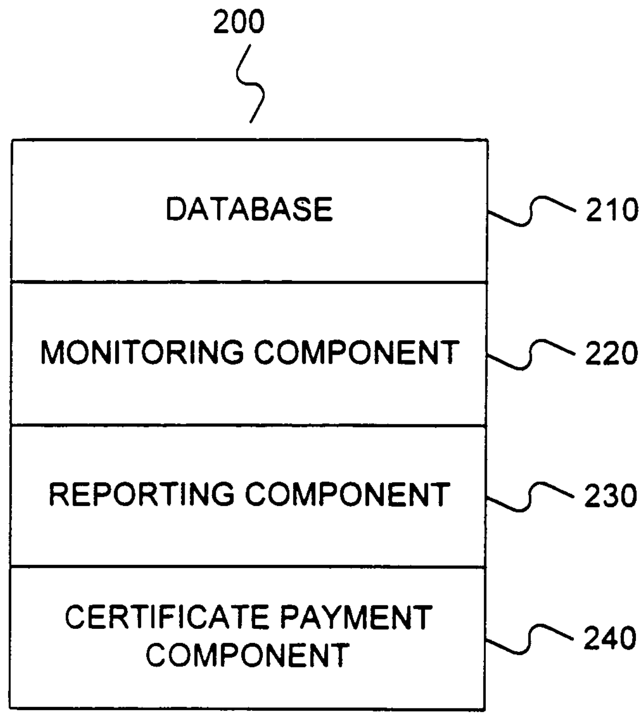

200
DATABASE
210
MONITORING COMPONENT
220
REPORTING COMPONENT
230
CERTIFICATE PAYMENT COMPONENT
240

FIG. 2

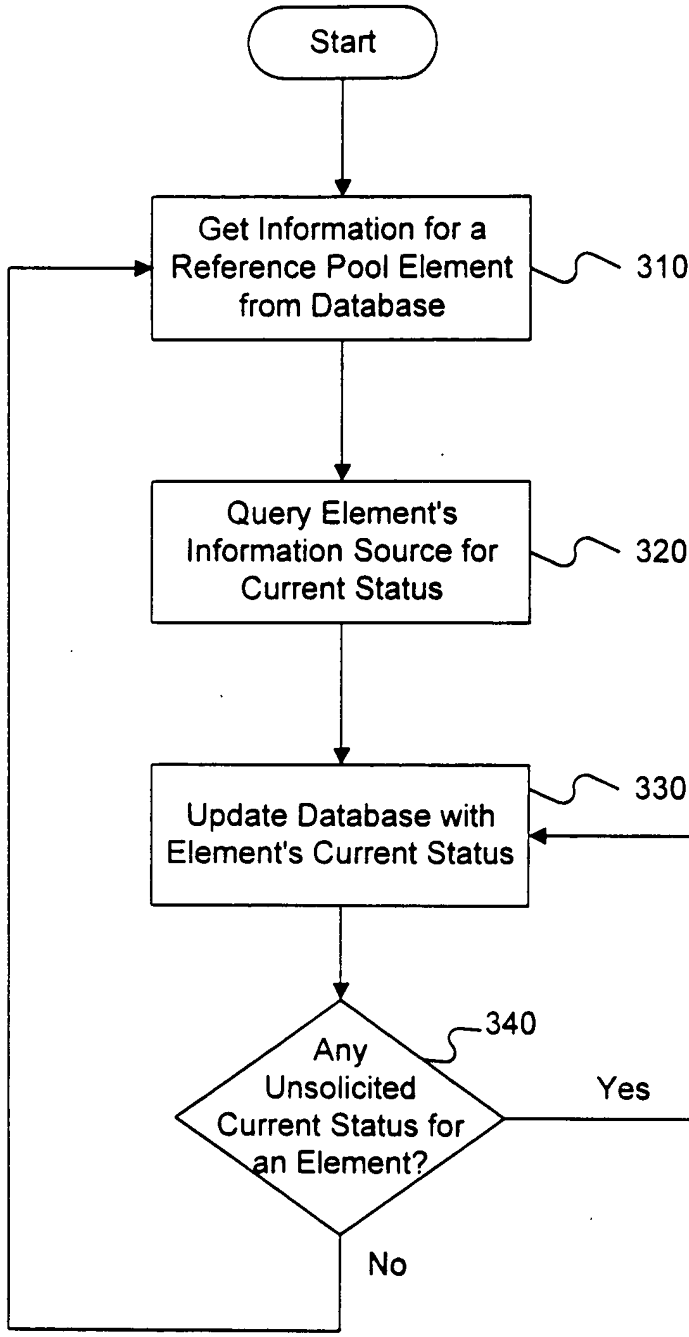

Start
Get Information for a Reference Pool Element from Database
310
Query Element's Information Source for Current Status
320
Update Database with Element's Current Status
330
Any Unsolicited Current Status for an Element?
340
Yes
No

FIG. 3

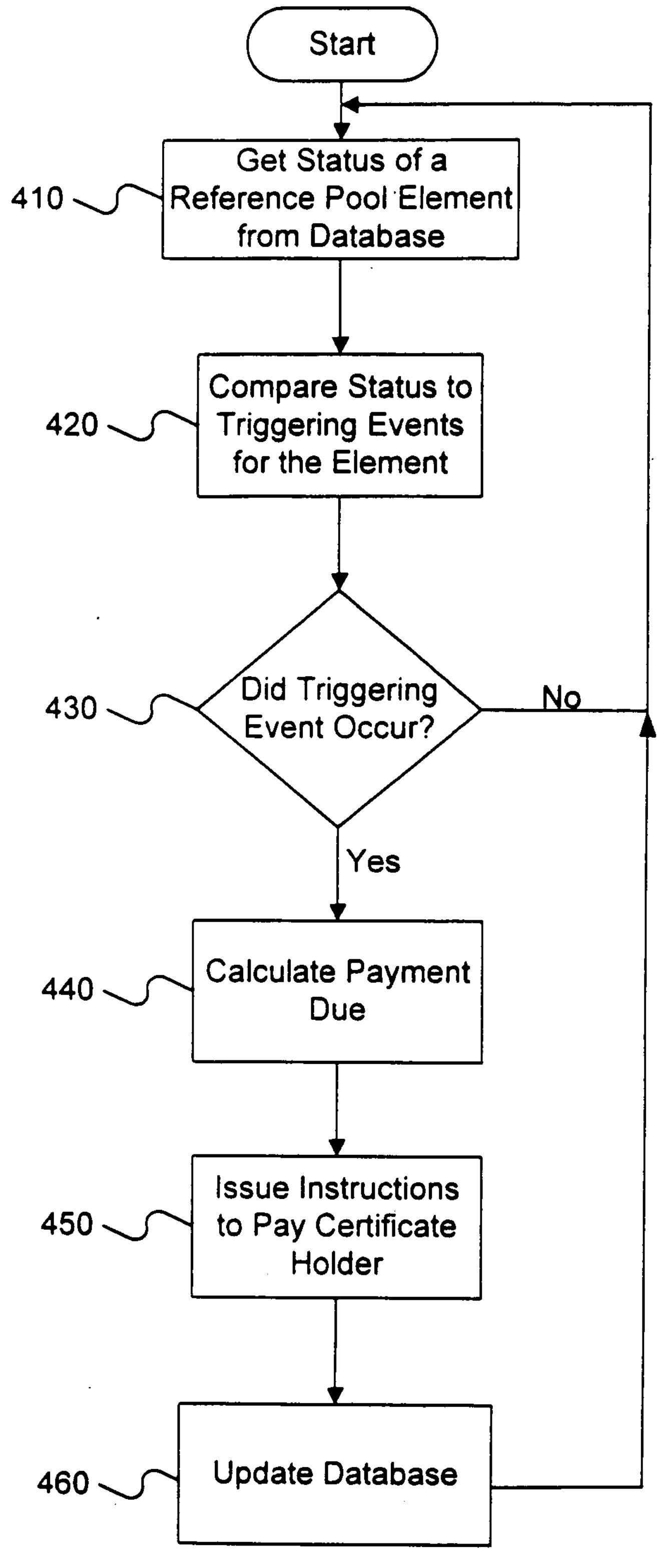

Start
Get Status of a Reference Pool Element from Database
410
Compare Status to Triggering Events for the Element
420
Did Triggering Event Occur?
430
No
Yes
Calculate Payment Due
440
Issue Instructions to Pay Certificate Holder
450
Update Database
460

FIG. 4

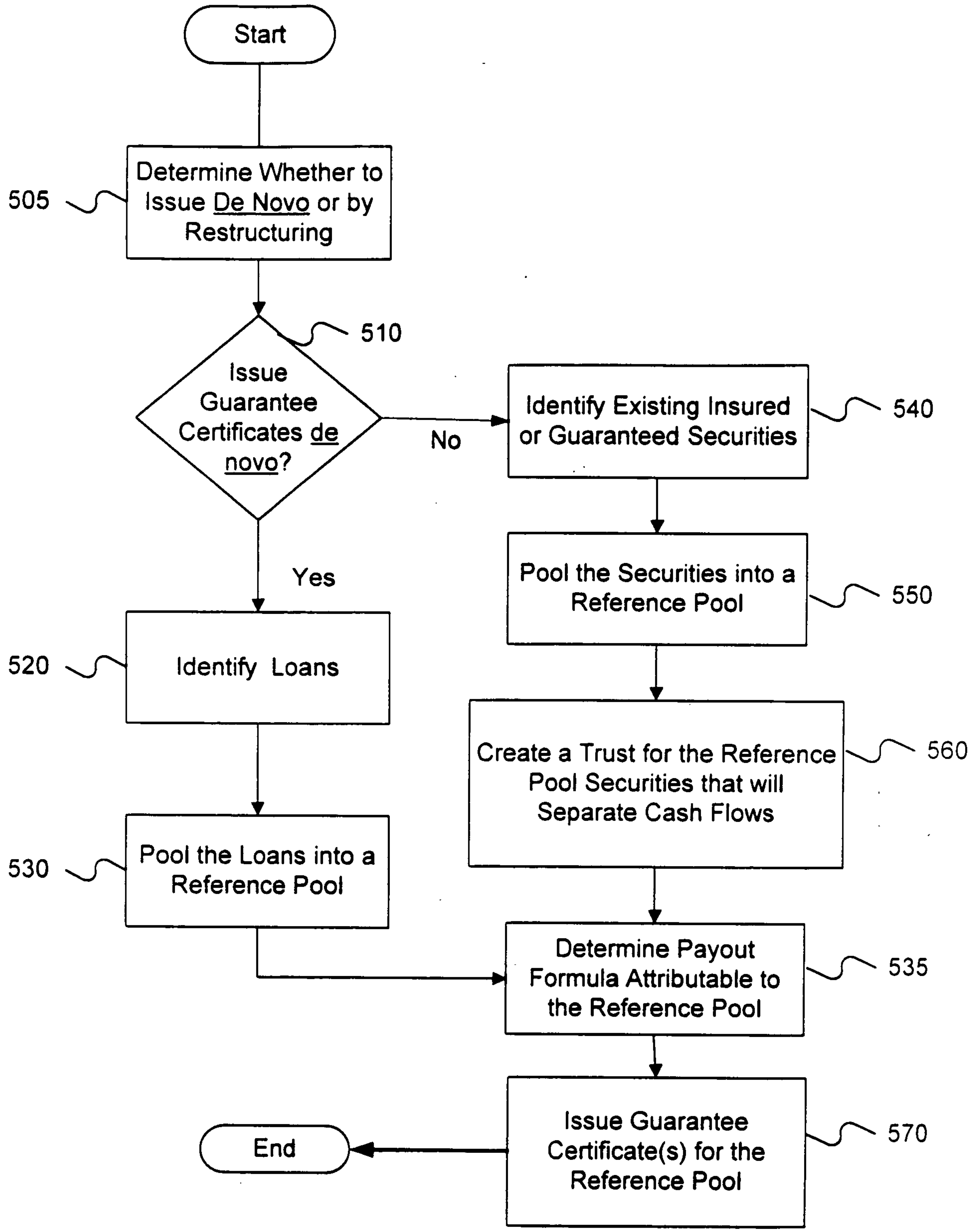
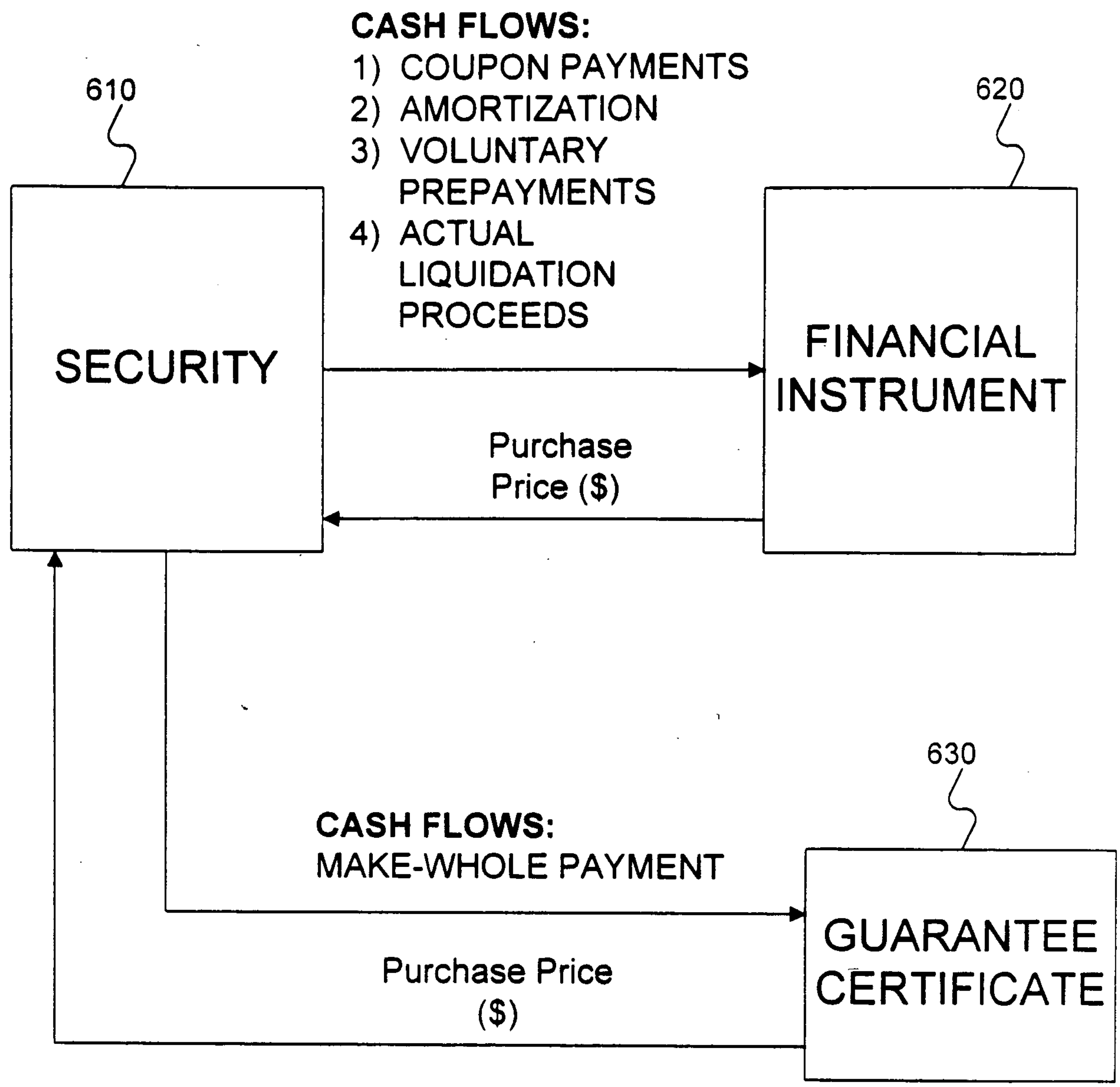

Start
Determine Whether to Issue De Novo or by Restructuring
505
Issue Guarantee Certificates de novo?
510
No
Yes
Identify Existing Insured or Guaranteed Securities
540
Pool the Securities into a Reference Pool
550
Create a Trust for the Reference Pool Securities that will Separate Cash Flows
560
Identify Loans
520
Pool the Loans into a Reference Pool
530
Determine Payout Formula Attributable to the Reference Pool
535
Issue Guarantee Certificate(s) for the Reference Pool
570
End

FIG. 5



ACTUAL LIQUIDATION PROCEEDS + MAKE-WHOLE PAYMENT = 100%

FIG. 6

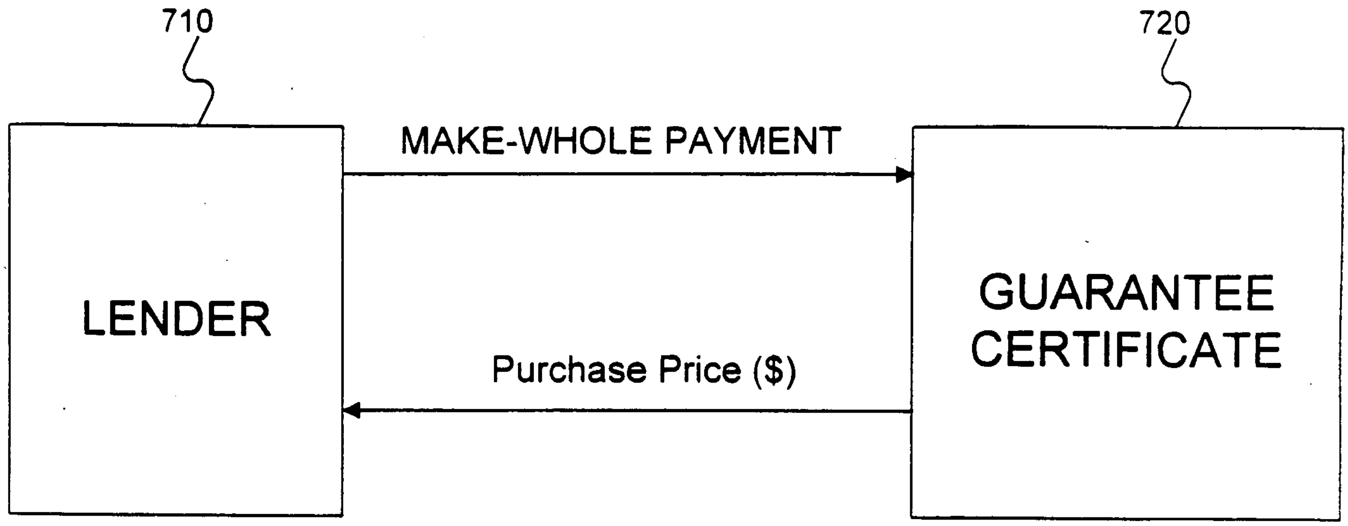

710
720
LENDER
MAKE-WHOLE PAYMENT
Purchase Price ($)
GUARANTEE CERTIFICATE

FIG. 7